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L.P. d/b/a Sprin Telecommunica	nt PCS And BellS ations, Inc. d/b/a AT&T Southeast	outh AT&T South	)		
Submitted by:		e	SC Bar Number: 71104		
Address:	550 So. Main Street, Suite 400		Telephone: 864.255.5422	2	
	Greenville, SC 2		Fax: 864.239.585		
			Other:		
			Email: jpascoe@wcsr.com		
	This form is required		ces nor supplements the filing and service Commission of South Carolina for the pur		
Other: Pref		petition Request	ORMATION (Check all that apply for item to be placed on Commission Filed October 16, 2007	•	
INDUSTRY (Check one) NA			TURE OF ACTION (Check all tha	at apply)	
☐ Electric		Affidavit	Letter	Request	
☐ Electric/Gas		Agreement	Memorandum	Request for Certification	
☐ Electric/Teleco	mmunications	Answer	☐ Motion	Request for Investigation	
☐ Electric/Water		Appellate Review	☐ Objection	Resale Agreement	
☐ Electric/Water/	Telecom.	Application	Petition	Resale Amendment	
☐ Electric/Water/	Sewer	☐ Brief	Petition for Reconsideration	Reservation Letter	
Gas		Certificate	Petition for Rulemaking	Response	
Railroad		Comments	Petition for Rule to Show Cause	Response to Discovery	
Sewer		Complaint	Petition to Intervene	Return to Petition	
□ Telecommunica	ations	Consent Order	Petition to Intervene Out of Time	Stipulation	

☐ Transportation	Discovery	Prefiled Testimony	Subpoena
☐ Water	Exhibit	Promotion	☐ Tariff
☐ Water/Sewer	Expedited Consideration	Proposed Order	Other:
Administrative Matter	Interconnection Agreement	Protest	
Other:	Interconnection Amendment	☐ Publisher's Affidavit	
	Late-Filed Exhibit	Report	

# BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

IN THE MATTER OF PETITION FOR APPROVAL OF NEXTEL SOUTH CORP.'S ADOPTION OF THE INTERCONNECTION AGREEMENT BETWEEN SPRINT COMMUNICATIONS L.P., SPRINT SPECTRUM L.P. D/B/A SPRINT PCS AND BELLSOUTH TELECOMMUNICATIONS, INC. D/B/A AT&T SOUTH CAROLINA D/B/A AT&T SOUTHEAST	) ) Docket No. 2007-255-C ) ) )
AND	)
IN THE MATTER OF PETITION FOR APPROVAL OF NPCR, INC. D/B/A NEXTEL PARTNERS' ADOPTION OF THE INTERCONNECTION AGREEMENT BETWEEN SPRINT COMMUNICATIONS L.P., SPRINT SPECTRUM L.P. D/B/A SPRINT PCS AND BELLSOUTH TELECOMMUNICATIONS, INC. D/B/A AT&T SOUTH CAROLINA D/B/A AT&T SOUTHEAST	) Docket No. 2007-256-C ) ) ) ) ) ) ) ) )

PREFILED DIRECT TESTIMONY OF MARK G. FELTON FILED OCTOBER 16, 2007

#### I. INTRODUCTION

2

1

- 3 Q. Please state your name, business address, employer and current position.
- 4 A. My name is Mark G. Felton. My business address is 6330 Sprint Parkway, Overland
- Park, KS 66251. I am employed as a Contracts Negotiator III in the Access Solutions
- group of Sprint United Management, the management subsidiary of Sprint Nextel
- 7 Corporation ("Sprint Nextel").

8

9

# Q. On whose behalf are you testifying?

- 10 A. I am testifying on behalf of Nextel South Corporation, and NPCR, Inc., d/b/a Nextel
- Partners. I refer to these entities collectively as "Nextel" in my testimony. Nextel is a
- 12 commercial mobile radio service ("CMRS") provider licensed by the Federal
- 13 Communications Commission ("FCC") to provide wireless services in South
- 14 Carolina.

15

# 16 Q. Please describe your educational and business experience.

- 17 A. I graduated from the University of North Carolina at Wilmington in 1988 with a B.S.
- degree in Economics. In 1992, I received a Masters degree in Business
- 19 Administration from East Carolina University. I began my career as a Management
- 20 Intern with Carolina Telephone, a subsidiary of Sprint Nextel (or of its predecessor
- parent), in 1988 and have held positions of increasing responsibility since that time.

In June, 1999 I assumed responsibility for negotiations and implementation of Sprint Nextel's interconnection agreements ("ICAs") with various telecommunications carriers, including the existing ICAs between the Sprint Nextel entities and BellSouth Telecommunications, Inc. ("legacy BellSouth"), which I understand to be the party in this docket now known as BellSouth Telecommunications, Inc. d/b/a AT&T South Carolina d/b/a AT&T Southeast ("AT&T"). I also have personal knowledge of, and had at the time either direct or supervisory responsibility regarding, each of the ten subsequent amendments to the existing ICA that Nextel seeks to adopt, *i.e.*, the currently existing ICA between Sprint Communications L.P., Sprint Spectrum L.P. d/b/a Sprint PCS (collectively "Sprint") and BellSouth Telecommunications, Inc. d/b/a South Carolina d/b/a AT&T Southeast (the "Sprint-AT&T ICA").

Throughout the performance of my interconnection-related responsibilities from 1999 through the present, I have been required to understand and implement on a day-to-day basis Sprint Nextel's rights and obligations under the Telecommunications Act of 1996 ("Act"), the FCC rules implementing the Act, and federal and state authorities regarding the Act and FCC rules.

# Q. Before what state regulatory Commissions have you provided testimony?

A. I have provided testimony before the Public Service Commissions in Florida,
Georgia, Kentucky, Louisiana and South Carolina, and the North Carolina Utilities

1		Commission.
2		
3	Q.	Are you the same Mark G. Felton who filed Direct Testimony on July 9, 2007
4		and Rebuttal Testimony on July 30, 2007 in the arbitration case before the
5		Public Service Commission of South Carolina ("Commission"), Docket No. 2007-
6		215-C, which involves the continuing status of the Sprint-AT&T ICA?
7	A.	Yes, I am.
8		
9	Q.	What is the purpose of your testimony?
10	A.	The purpose of my testimony is to provide input and background to the Commission
11		regarding Nextel's Petitions for approval of the adoption of the Sprint-AT&T ICA
12		pursuant to Merger Condition No. 1 and 2 as approved by the FCC in the merger of
13		AT&T, Inc. and BellSouth Corporation (collectively "AT&T/BellSouth").
14		Specifically, I will explain the current status of the existing Sprint / AT&T ICA ("the
15		Agreement"), the basis upon which Nextel requested to adopt the Agreement, and
16		Nextel's positions in light of AT&T's refusal to honor Nextel's request.
17		
18	Q.	As a preliminary matter, does this Commission have jurisdiction to address this
19		issue?
20	A.	Yes. This Commission determined in Docket No. 2007-215-C that it has concurrent
21		jurisdiction with the FCC in Merger Commitment-related cases. The legal basis for
22		this Commission's jurisdiction to address AT&T's merger-related interconnection

1		obligations is included in Nextel's respectively filed Petitions for Approval of
2		Nextel's adoption of the Sprint-AT&T ICA filed on June 28, 2007, as well as the
3		legal briefs respectively filed by both Nextel in these Dockets, and Sprint in Docket
4		2007-215-C, in response to AT&T's Motions to Dismiss.
5		
6	Q.	Please describe the status of the Sprint-AT&T ICA.
7	A.	The current Sprint-AT&T ICA was initially approved by the Commission in Docket
8		No. 2000-23-C. By mutual agreement, the Interconnection Agreement has been
9		amended ten times. It is my general understanding, and Sprint has relied upon, the
10		general practice of legacy BellSouth to file all ICA amendments with the
11		Commission. I believe a true and correct copy of the current Sprint-AT&T ICA, as
12		amended, is available for public review as a composite 1,169 page document located
13		on AT&T's website at:
14		http://cpr.bellsouth.com/clec/docs/all_states/800aa291.pdf
15		
16		The Agreement converted to a month-to-month, or "evergreen", status on December
17		31, 2004. Sprint and AT&T have continued to operate pursuant to the terms of the
18		ICA and have executed 10 total amendments to it, six of which were executed after its
19		conversion to evergreen status.
20		

# Q. What happened on December 29, 2006?

21

22 A. On December 29, 2006, the FCC approved the merger of AT&T, Inc. and BellSouth

1		Corporation (collectively "AT&T/BellSouth") subject to certain AT&T/BellSouth
2		voluntary merger commitments ("Merger Commitments") which were set forth in a
3		letter from AT&T, Inc.'s Senior Vice President – Federal Regulatory, Robert W.
4		Quinn, Jr., that was filed with the FCC on December 28, 2006. Following the FCC's
5		approval on December 29, 2006, the AT&T/BellSouth merger closed the same day,
6		making December 29, 2006 the "Merger Closing Date".
7		
8		The Merger Commitments can also be found in the FCC's March 26, 2007 formal
9		Order authorizing the AT&T/BellSouth merger, which incorporated the
10		AT&T/BellSouth offered Merger Commitments. 1 As an express condition of its
11		merger authorization, the FCC ordered that "AT&T and BellSouth shall comply with
12		the conditions [i.e., the 'Merger Conditions'] set forth in Appendix F" of the FCC
13		Order. <sup>2</sup> A copy of the Table of Contents and Appendix F to the FCC Order is attached
14		as Exhibit "A" to Nextel's Petitions for Approval.
15		
16	Q.	Which Merger Commitments is Nextel concerned about in this docket?
17	A.	The Merger Commitment identified as "Reducing Transaction Costs Associated with
18		Interconnection Agreements" paragraph No. 1, which provides:
19 20		The AT&T/BellSouth ILECs shall make available to any requesting telecommunications carrier any entire effective interconnection agreement,

<sup>&</sup>lt;sup>1</sup> In the Matter of AT&T Inc. and BellSouth Corporation Application for Transfer of Control, WC Docket No. 06-74 (Adopted: December 29, 2006, Released: March 26, 2007) ("FCC Order").

<sup>&</sup>lt;sup>2</sup> FCC Order, Ordering Clause ¶ 227 at page 112.

whether negotiated or arbitrated that an AT&T/BellSouth ILEC entered into in any state in the AT&T/BellSouth 22-state ILEC operating territory, subject to state specific pricing and performance plans and technical feasibility, and provided, further, than an AT&T/BellSouth ILEC shall not be obligated to provide pursuant to this commitment any interconnection arrangement or UNE unless it is feasible to provide, given the technical, network, and OSS attributes and limitations in, and is consistent with the laws and regulatory requirements of, the state for which the request is made.

And paragraph No. 2, which provides:

The AT&T/BellSouth ILECs shall not refuse a request by a telecommunications carrier to opt into an agreement on the ground that the agreement has not been amended to reflect changes of law, provided the requesting telecommunications carrier agrees to negotiate in good faith an amendment regarding such change of law immediately after it has opted into the agreement.

FCC Order at p. 149, APPENDIX F (emphasis added).

# Q. Based on those two Merger Commitments, are the Nextel entities entitled to opt into the Sprint agreement in South Carolina?

A. Yes, without a doubt. There is no reason, based on the unambiguous language of the Merger Commitments, that Nextel cannot opt into the Sprint-AT&T ICA. While there are indeed a few requirements that must be taken into consideration when a carrier is adopting an agreement under the Merger Commitments that was originally approved in another state or needs to be updated due to changes in law, none of those requirements or situations exist here. Nextel is seeking to adopt the very ICA that has already approved by this Commission, and it is already been updated by Sprint and AT&T to comply with all change of law requirements to date. There simply is no reason that the affiliated Sprint Nextel companies should not be allowed to utilize the

1		exact same Sprint-AT&T ICA if they so choose and for however long that ICA may
2		remain in effect.
3		
4	Q.	What action did Nextel take in order to exercise its rights to adopt the Sprint-
5		AT&T ICA?
6	A.	I sent a letter dated May 18, 2007, to notify AT&T in writing that Nextel was
7		exercising its rights pursuant to Merger Commitments Nos. 1 and 2 and § 252(i) to
8		adopt the Sprint-AT&T ICA. In that letter I enclosed all necessary information and
9		requested AT&T to execute and return two enclosed copies of a proposed adoption
10		Agreement. Copies of my May 18, 2007 letter, enclosed forms and proposed
11		adoption Agreement are attached to Nextel's Petitions as Exhibit B.
12		
13		Although neither Nextel nor Sprint CLEC considered it either necessary or required
14		by law, to avoid any potential delay regarding the exercise of Nextel's right to adopt
15		the Sprint ICA, I specifically advised AT&T that Sprint CLEC also stands ready,
16		willing and able to also execute the Sprint ICA as adopted by Nextel in order to
17		expeditiously implement Nextel's adoptions.
18		
19		To the extent it was considered or otherwise might be deemed necessary, my letter
20		also provided notice pursuant to the existing interconnection agreements between
21		Nextel and AT&T, conditional notice to terminate the existing interconnection

agreement between Nextel and AT&T upon acknowledgement by the Commission
that Nextel has adopted the Sprint-AT&T ICA.

3

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### Q. Did AT&T respond to your May 18 letter?

5 A. Yes. A copy of AT&T's response letter dated May 30, 2007, is attached to Nextel's 6 Petitions as Exhibit C. Notwithstanding AT&T's admissions in Docket No. 2007-7 215-C that it has "acknowledged that, pursuant to Interconnection Merger 8 Commitment No. 4, Sprint can extend its current Interconnection Agreement for three 9 years," by its May 30, 2007 letter, AT&T refused to permit Nextel to adopt the Sprint-10 AT&T ICA based upon assertions that the Sprint ICA "is expired," "is currently in 11 arbitration at the relevant state commissions" and "is not available for adoption, as it 12 was not adopted within a reasonable period of time as required by 47 C.F.R. § 13 51.809(c)."

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## Q. What is your response to such AT&T assertions?

A. First, AT&T is attempting to impose restrictions that AT&T believes exists with respect to a traditional § 252(i) adoption upon a carrier's rights to adopt an ICA pursuant to the merger commitments – for which there simply is no basis to make such claims. Second, AT&T's stated rationale that the Sprint-AT&T ICA has "expired" and, therefore, Nextel's request to adopt *under 252(i)* was not within a "reasonable period of time" is based on a fundamental mischaracterization of the status of the Sprint-AT&T ICA. The Sprint-AT&T ICA has *not* expired, and is in fact

continuing by its express terms on a month-to-month basis. As I discussed earlier, upon the expiration of the fixed term of the ICA, it automatically converted to a month-to-month term and remains current today. Therefore, to suggest the ICA is not available for adoption under either § 252(i) or the Merger Commitments because it has "expired" is, plain and simple, factually inaccurate.

A.

# Q. Do you know if AT&T has taken any other position in these cases to oppose

### Nextel's adoption of the Sprint-AT&T ICA?

As I understand AT&T's positions, AT&T also claims that the FCC has exclusive jurisdiction over the Merger Commitments, and that Nextel was somehow required to exercise its rights to any Merger Commitment adoption under the prior Nextel-AT&T ICA "dispute resolution" provisions.

## Q. What is your response to these AT&T positions?

A. First, this Commission has already rejected AT&T's jurisdictional argument in the Commission's October 5, 2007 "Order Ruling On Arbitration" in Docket No. 2007-215-C. Although the Commission declined to rule on the merits of Sprint's issue regarding when an undisputed 3-year extension of the Sprint-AT&T ICA commences, it did find that it had "concurrent jurisdiction with the FCC" to decide the issue.

Second, regarding AT&T's suggestion that Sprint "failed to comply with the Parties' existing [Nextel] Agreement" by not adhering to the dispute resolution procedures -

dispute resolution procedures are intended as a mechanism to resolve disputes arising under the agreement. Since this dispute arose outside the agreement, there was no reason for Nextel to pursue resolution pursuant to the procedure set forth in the agreement. AT&T's "dispute resolution" argument has, based on prior rulings, been rejected by the Florida Public Service Commission ("FPSC"). (See FPSC Staff Memorandum dated September 13, 2007 and subsequent FPSC September 25, 2007 Vote Sheet, copies of which are respectively attached hereto as Exhibits MGF-1 and MGF-2). And finally, it should be noted that since the filing of Nextel's adoption petitions, on August 21, 2007, AT&T itself sent Nextel "notice" of termination of the very agreements upon which AT&T bases its argument. (See letters of AT&T's Randy Ham attached hereto as Exhibits MGF-3 and MGF-4). Nextel responded in writing to AT&T's notice on August 27, 2007 pointing out the obvious – there is nothing to terminate because Nextel has already exercised its right to adopt the Sprint-AT&T ICA. (See letters of Sprint Nextel's Jim Kite attached hereto as Exhibits MGF-5 and MGF-6).

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Viewed in their entirety, the irony of AT&T's promises and subsequent actions becomes obvious: On the one hand, in order to obtain approval of AT&T's desired merger under which it expects to reap billions of dollars in benefits, AT&T promises anything, i.e., it "shall" allow carriers to extend existing ICAs, and any other carrier "shall" be allowed to adopt any ICA without regard to any time limitation, as a purported mechanism to reduce the costs associated with the creation and

1		implementation of ICAs. Yet, on the other hand, when asked merely to do what it
2		promised in order to get what it wanted, at every conceivable opportunity, AT&T
3		throws up roadblocks to Sprint's efforts to extend its ICA with AT&T and Nextel's
4		efforts to adopt that extended ICA. And, the ultimate icing on the cake is that by its
5		August 27, 2007 letters, AT&T seeks to affirmatively impose upon Nextel the time
6		and costs of formal 251/252 negotiations for a new ICA, when - if AT&T had simply
7		done what it promised it would do in the first place by timely executing the adoption
8		documents that I tendered in my May 18, 2007 letter - Nextel could have already been
9		operating under the Sprint-AT&T ICA for almost five (5) months
10		
11	Q.	Is Nextel prepared to accept the "same terms and conditions as provided" in the
12		Sprint-AT&T ICA?
13	A.	Yes.
14		
15	Q.	Is there any technical infeasibility that would prevent Nextel or AT&T from
16		operating under the same terms and conditions as provided in the Sprint-AT&T
17		ICA?
18	A.	To my knowledge, there is no technical reason that Nextel could not adopt the Sprint-
19		AT&T ICA.
20		
21	Q.	Does Nextel rely solely upon the Merger Commitments as the basis to opt into
22		the Sprint / AT&T ICA?

1	A.	No. As an alternative basis for relief, even if the Merger Commitments were not
2		offered as an inducement for the FCC to approve the AT&T / BellSouth merger,
3		Nextel would be entitled to adopt the Sprint-AT&T ICA in South Carolina pursuant
4		to Section 252(i) of the Act, which states:
5		"AVAILIBILITY TO OTHER TELECOMMUNICATIONS CARRIERS – A
6		local exchange carrier shall make available any interconnection, service, or
7		network element provided under an agreement approved under this section to
8		which it is a party to any other requesting telecommunications carrier upon the
9		same terms and conditions as those provided in the agreement."
10		
11	Q.	In light of the current status of the Sprint-AT&T ICA, what is the practical
12		effect of AT&T's argument that Nextel cannot adopt the Sprint-AT&T ICA
13		under Section 252(i) of the Act?
14	A.	From a purely laymen's perspective, it looks to me like AT&T is simply saying
15		Nextel cannot adopt the Sprint-AT&T ICA because it is a month-to-month agreement
16		without a specified end in sight at this point in time.
17		
18	Q.	From a business point of view, does it make any difference that the Sprint-
19		AT&T ICA is in month-to-month status?
20	A.	Absolutely not. From Sprint Nextel's perspective, for administrative and financial
21		reasons it is quite reasonable to get all of its entities operating under the same ICA
22		that Sprint Nextel believes will provide all of its entities the greatest benefits. That

the ICA is currently in a month-to-month status simply doesn't change the fact that, as a practical matter, that is the ICA that Sprint and AT&T are operating under until the litigation is concluded either through the regulatory process or other mutually acceptable resolution. There simply is no reason that Nextel should not be allowed to operate under that same ICA for however long it may continue to exist.

# Q. What does Nextel request that the Commission do?

A. Based on the foregoing, Nextel asks this Commission to order AT&T to comply with its obligations under the Merger Commitments and Section 252(i) of the Act, allow Nextel to opt into the entire Sprint-AT&T ICA in South Carolina, and execute the adoption documents that Nextel tendered AT&T pursuant to my May 18, 2007 letter.

# Q. Does this conclude your Direct Testimony?

14 A. Yes, it does.

#### **BEFORE THE**

#### PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

In the matter of:	) .	
Petition for Approval of Nextel South	)	
Corp.'s Adoption of the Interconnection	í	
Agreement Between Sprint	j –	
Communications Company L.P., Sprint	j –	<b>Docket No. 2007-255-C</b>
Spectrum L.P. d/b/a Sprint PCS And	)	
BellSouth Telecommunications, Inc.	)	
d/b/a AT&T South Carolina d/b/a	)	
AT&T Southeast	,	
In the matter of:	)	
	)	
Petition for Approval of NPCR, Inc.	)	
d/b/a Nextel Partners' Adoption of the	)	
Interconnection Agreement Between	)	Da alast No. 2005 256 C
Sprint Communications Company L.P.,	)	<b>Docket No. 2007-256-C</b>
Sprint Spectrum L.P. d/b/a Sprint PCS	)	
And BellSouth Telecommunications,	)	
Inc. d/b/a AT&T South Carolina d/b/a	)	
AT&T Southeast	-	

#### **CERTIFICATE OF SERVICE**

The undersigned hereby certifies that on October 16, 2007, she served a copy of the attached **Prefiled Direct Testimony of Mark G. Felton** by first-class mail, proper postage affixed addressed to the person(s) hereinafter named, at the place(s) and address(es) stated below, which is/are the last known address(es):

Patrick W. Turner, Esq. General Counsel-South Carolina BellSouth Telecommunications Legal Department 1600 Williams Street Suite 5200 Columbia, SC 29201

Nanette S. Edwards Office of Regulatory Staff Post Office Box 11263 Columbia, SC 29211 Julie A. Curll, Legal Assistant

Womble Carlyle Sandridge & Rice, PLLC

PO Box 10208

Greenville, SC 29603-0208

THIS DOCUMENT IS AN EXACT DUPLICATION OF THE E-FILED COPY SUBMITTED TO THE COMMISSION IN ACCORDANCE WITH ITS ELECTRONIC FILING INSTRUCTIONS.

# **EXHIBIT MGF-1**

### State of Florida



# Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE:

September 13, 2007

TO:

Office of Commission Clerk (Cole)

FROM:

Division of Competitive Markets & Enforcement (Bates)
Office of the General Counsel (Teitzman, McKay)

RE:

Docket No. 070368-TP - Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by NPCR, Inc. d/b/a

Nextel Partners.

Docket No. 070369-TP – Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by Nextel South Corp. and

Nextel West Corp.

AGENDA: 09/25/07 - Regular Agenda - Motion to Dismiss - Interested Persons May

Participate

**COMMISSIONERS ASSIGNED:** All Commissioners

PREHEARING OFFICER:

Administrative

**CRITICAL DATES:** 

None

**SPECIAL INSTRUCTIONS:** 

None

FILE NAME AND LOCATION:

S:\PSC\GCL\WP\070368.RCM.DOC

DOCUMENT NUMBER-DATE

08305 SEP 13 6

FPSC-COMMISSION CLERK

Date: September 13, 2007

## Case Background

On June 8, 2007, NPCR, Inc. d/b/a Nextel Partners, Nextel South Corp. and Nextel West Corp. (collectively "Nextel") filed their Notice of Adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast (AT&T) and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P. (Notice). In its Notice, Nextel states that pursuant to Merger Commitment Nos. 1 and 2 as set forth in the Federal Communications Commission's (FCC) approval of the AT&T Inc. and BellSouth Corporation Application for Transfer of Control and 47 U.S.C. § 252(i), it has adopted, effective immediately, in its entirety the "Interconnection Agreement By and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P" dated January 1, 2001 ("Sprint ICA") as amended. Nextel asserts that the Sprint ICA is current and effective, although Sprint and AT&T have a dispute regarding the terms of the agreement. Nextel asserts further that it has contacted AT&T regarding Nextel's adoption of the Sprint ICA, but AT&T refuses to voluntarily acknowledge and honor Nextel's rights regarding such adoption.

On June 28, AT&T filed its Motion to Dismiss Nextel's Notice (Motion). On July 9, 2007, Nextel filed its Response.<sup>2</sup> Staff's recommendation addresses AT&T's Motion.

See In Re: In the Matter of AT&T Inc. and BellSouth Corporation Application for Transfer of Control, Memorandum Opinion and Order, Order No. 06-189, released March 26, 2007, WC Docket No. 06-74. (Merger Order)

<sup>&</sup>lt;sup>2</sup> Nextel's initial filing omitted seven pages of Attachment A attached to the Response. A corrected filing was made on that same day.

Date: September 13, 2007

#### **Discussion of Issues**

**Issue 1:** Should the Commission grant AT&T's Motion to Dismiss?

<u>Recommendation:</u> No. Staff recommends that AT&T's Motion to Dismiss be denied, because Nextel's Notice of Adoption does state a cause of action upon which relief may be granted. (TEITZMAN, BATES)

### Parties' Arguments

#### AT&T's Motion to Dismiss

In its Motion, AT&T requests the Commission dismiss Nextel's Notice based on three contentions: 1) The Commission does not have the authority to interpret and enforce the AT&T merger conditions; 2) Nextel is attempting to adopt an expired agreement and thus, the adoption request does not meet the legal timing requirement under the Telecommunications Act of 1996 (the Act); and 3) Nextel's Notice is premature because Nextel failed to abide by contractual obligations regarding dispute resolution found in its existing interconnection agreement with AT&T.

The Commission lacks authority.

AT&T contends that because Nextel relies on the merger commitments approved by the FCC in the Merger Order, Nextel is requesting the Commission to enforce federally approved merger commitments via a state proceeding. Consequently, AT&T argues that the Commission must determine whether the legislature has granted the Commission any authority to construe AT&T's federal merger commitments because the Commission's powers are only those granted by statute expressly or by necessary implication.

AT&T argues that although the Commission has authority under the Act in §252 arbitrations to interpret and resolve issues of federal law, the Act does not grant the Commission any general authority to resolve and enforce purported violations of federal law or FCC orders. In support of its contention, AT&T cites Order No. PSC-03-1392-FOF-TP, issued December 11, 2003, in Docket No. 030349-TP, (Sunrise Order) in which the Commission held that "[f]ederal courts have ruled that a state agency is not authorized to take administrative actions based solely on federal statutes. AT&T further asserts that the United States Supreme Court has held that the interpretation of an agency order, when issued pursuant to the agency's established regulatory authority, falls within the agency's jurisdiction. Serv. Storage & Co. v. Virginia, 359 U.S. 171, 177 (1959).

AT&T argues that the FCC explicitly reserved jurisdiction over the merger commitments contained in the Merger Order.<sup>3</sup> Therefore, AT&T asserts that the FCC alone possesses the jurisdiction to interpret and enforce the merger commitments.

<sup>&</sup>lt;sup>3</sup> See Merger Order at p. 147. "[f]or the avoidance of doubt, unless otherwise expressly stated to the contrary, all conditions and commitments proposed in this letter are enforceable by the FCC and would apply in the

Date: September 13, 2007

Nextel did not request adoption within a reasonable period of time.

AT&T asserts that Nextel seeks to adopt an expired agreement. AT&T argues that its obligation to provide competing carriers with any interconnection, service or network element on the same terms contained in any approved and publicly filed AT&T Florida contract is limited to a "reasonable period of time" after the original contract is approved.<sup>4</sup> AT&T contends that although there is no definition of a "reasonable time period," other state commissions have found that attempting to adopt an agreement several months before expiration of an agreement is not within "a reasonable period of time." 5

In the instant case, AT&T contends that Nextel seeks to adopt an agreement that has been expired for over two years. AT&T argues further that it is currently engaged in arbitrating a new interconnection agreement with Sprint. AT&T notes it would be highly inefficient and impractical to allow Nextel to adopt an antiquated expired agreement when the parties to the original agreement are themselves moving to an updated agreement.

Nextel failed to comply with the parties' existing agreement.

AT&T contends that Nextel failed to comply with the dispute resolution provisions of the parties' existing interconnection agreement, and therefore, its Notice is improperly before the Commission. AT&T asserts that Nextel's right to adopt an interconnection agreement is addressed in Article XVI "Modification of Agreement" of the parties' existing interconnection agreement. Consequently, because AT&T objects to Nextel's adoption of the Sprint ICA, AT&T argues that the dispute resolution provisions of the parties' existing interconnection agreement are triggered requiring negotiation for a period of thirty (30) days.

#### Nextel's Response

In its Response, Nextel argues that it has exercised its adoption rights pursuant to Merger Commitments Nos. 1 and 2 to adopt, in its entirety, the Sprint ICA filed and approved in Florida. Nextel asserts further that the Sprint ICA is not expired, although Nextel acknowledges that AT&T and Sprint have a dispute regarding the remaining term of the agreement.<sup>6</sup>

AT&T's Motion must be decided based on facts alleged in Nextel's Notice.

Nextel contends that a Motion to Dismiss must, as a matter of law, address the sufficiency of the facts alleged in the Petition to state a cause of action. Nextel argues that for AT&T's Motion to be sustained AT&T must demonstrate that, accepting all allegations in

<sup>4</sup> See 47 C.F.R. §51.809(c).

AT&T/BellSouth in-region territory, as defined herein, for a period of forty-two months from the Merger Closing Date and would automatically sunset thereafter."

<sup>&</sup>lt;sup>5</sup> In Re: Global NAPs South, Inc., 15 FCC R'cd 23318 (August 5, 1999). (In this case, Global NAPs sought to adopt an agreement with ten (10) months remaining.; In re: Global NAPs South, Inc., Case No. 8731 (Md. PSC July 15, 1999). (In this case, Global NAPs sought to adopt an agreement with seven (7) months remaining.)

<sup>&</sup>lt;sup>6</sup> See <u>In re: Petition by Sprint Communications Company Limited Partnership and Sprint Spectrum Limited Partnership d/b/a Sprint PCS for arbitration of rates, terms and conditions of interconnection with BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast, Docket No. 070249-TP. (Sprint-AT&T Arbitration)</u>

Date: September 13, 2007

Nextel's Notice as facially correct, the Notice fails to state a cause of action for which relief can be granted. Nextel asserts further that in determining the sufficiency of the petition, the Commission may not look beyond the four corners of the petition, may not consider any evidence likely to be produced, and may not consider any affirmative defenses raised by AT&T.

Commission's authority to acknowledge Nextel's exercise of its right to adopt the Sprint ICA.

Nextel contends that contrary to AT&T's assertion, the Commission has authority to acknowledge Nextel's exercise of its right to adopt the Sprint ICA. Nextel asserts that the Commission's Sunrise Order actually supports Nextel's position that the Commission can interpret and apply federal law in the course of exercising authority that the Commission is conferred under the Act and state law. Nextel argues that the Commission recognized in the Sunrise Order that the Act expressly provides a jurisdictional scheme of "cooperative federalism" under which Congress and the FCC have specifically designated areas in which they anticipate that state commissions do have a role. Nextel asserts that this includes matters relating to approval of interconnection agreements consistent with the Act and orders of the FCC. Nextel argues that contrary to the relief sought in the Sunrise Order case which the Commission held it had no power under the Act to grant, in the instant case Nextel seeks the exact same relief that the Commission has historically rendered to carriers that exercise their right to adopt.

Nextel argues that the fact that requesting carriers have been granted expanded adoption rights by the Merger Order does not divest the Commission of its existing authority to acknowledge a carrier adoption pursuant to §252(i) of the Act, or §364.01(4), Florida Statutes. Nextel contends that the FCC expects the states to be involved in the ongoing administration of interconnection-related merger conditions. In support of its assertion, Nextel cites Appendix F of the Merger Order which explicitly states that the FCC has no authority to alter the states' concurrent statutory jurisdiction under the Act over interconnection matters addressed in the Merger Commitments.

Nextel's Notice of Adoption is timely

Nextel contends that AT&T's assertion that Nextel's Notice is untimely is erroneous because AT&T fails to recognize either: a) the express provisions of the Sprint ICA that establish it currently continues and is "deemed extended on a month-to-month basis", or b) AT&T admits without qualification that it acknowledged to Sprint that the Sprint ICA can be extended 3-years pursuant to Merger Commitment No. 4. Therefore, Nextel argues that the Sprint ICA not only continues to be effective, but there is a good faith argument that by Sprint's exercise of its right to a 3-year extension of the Sprint ICA, the Sprint ICA is not scheduled to expire until March 19, 2010.

In response to AT&T's reliance on the Global NAPs cases, Nextel cites this Commission's decision in Order No. PSC-04-1109-PCO-TP, issued November 8, 2004 in Docket No. 040343-TP. (Volo Order) In that docket Alltel cited the same Global NAPs cases in requesting the Commission dismiss Volo's Notice of Adoption of an ICA that was set to expire

<sup>&</sup>lt;sup>7</sup> Sprint ICA, Section 2.1 at page 815.

Date: September 13, 2007

within 72 days after the adoption date, but was likely to remain in effect beyond the stated termination date. In the Volo Order, the Commission held that there is no definitive standard set forth by the FCC as to what constitutes a reasonable time, and furthermore, that Alltel's Motion to Dismiss failed because, on its face, Volo's Notice of Adoption stated a cause of action on which relief could be granted. Nextel contends that similar to the Volo Order, Nextel's Notice states a cause of action on its face, and AT&T has failed to establish as a matter of fact or law that Nextel's Notice is untimely.

Nextel was not required to invoke the parties' existing dispute resolution provisions.

Nextel argues that AT&T's assertion that Nextel was required to invoke the parties' existing dispute resolution provisions is erroneous. In support of its contention, Nextel cites Order No. PSC-05-0158-PAA-TP, issued February 9, 2005, in Docket No. 040779-TP (Z-Tel Order). Nextel asserts that in the Z-Tel Order the Commission rejected the identical argument asserted by AT&T in the instant case. In the Z-Tel Order, the Commission held that "Z-Tel's adoption [was] well within its statutory right under §252(i) to opt-in to such an agreement in its entirety." Nextel also notes that AT&T fails to cite any authority in support of its contention that Nextel must invoke the parties' dispute resolution provisions under these circumstances.

Nextel argues that there is no basis for requiring it to engage in a dispute resolution process based upon AT&T's failure to voluntarily acknowledge its obligation to make the Sprint ICA available to Nextel.

#### Staff Analysis:

#### Standard of Review

Under Florida law the purpose of a motion to dismiss is to raise as a question of law the sufficiency of the facts alleged to state a cause of action. Varnes v. Dawkins, 624 So. 2d 349, 350 (Fla. 1st DCA 1993). In order to sustain a motion to dismiss, the moving party must demonstrate that, accepting all allegations in the petition as facially correct, the petition still fails to state a cause of action for which relief can be granted. In re Application for Amendment of Certificates Nos. 359-W and 290-S to Add Territory in Broward County by South Broward Utility, Inc., 95 FPSC 5:339 (1995); Varnes, 624 So. 2d at 350. When "determining the sufficiency of the complaint, the trial court may not look beyond the four corners of the complaint, consider any affirmative defenses raised by the defendant, nor consider any evidence likely to be produced by either side. " Id. The moving party must specify the grounds for the motion to dismiss, and all material allegations must be construed against the moving party in determining if the petitioner has stated the necessary allegations. Matthews v. Matthews, 122 So. 2d 571 (2nd DCA 1960).

Upon review of the parties' arguments and consistent with previous Commission decisions, staff recommends that AT&T's Motion to Dismiss be denied, because Nextel's Notice of Adoption states a cause of action upon which relief may be granted. However, as noted in the Volo Order, staff believes AT&T raises a valid argument as to what constitutes a reasonable period of time under 47 C.F.R. §51.809(b), which staff believes may involve legal and policy arguments that could implicate a dispute of material fact.

Date: September 13, 2007

Although the FCC has adopted a regulation implementing §252(i) of the Act that requires an ILEC to make an interconnection agreement available for a reasonable period of time, there seems to be no definitive standard set forth by the FCC as to what constitutes a reasonable time. Whether such a limitation would apply to Nextel's adoption of the Sprint ICA may depend on the Commission's further analysis and interpretation of 47 C.F.R. §51.809(c) in this proceeding.

Similarly, staff believes that whether the Sprint ICA Nextel seeks to adopt has expired is a disputed material fact. As stated above, in resolving AT&T's Motion, the Commission must consider Nextel's allegations as facially correct. Consequently, staff believes that whether the Sprint ICA has expired will require further fact finding and policy analysis by the Commission.

Finally, consistent with the Commission's findings in the Z-Tel Order, staff believes that Section 252(i) obligates incumbents, such as AT&T, to enable Nextel and other CLECs to operate upon the same terms and conditions as those provided in a valid existing interconnection agreement. Staff does not believe that Nextel is obligated to invoke the parties' existing dispute resolution provisions. Nextel's adoption is well within its statutory right to opt-in to the Sprint Agreement in its entirety.

Accordingly, staff believes AT&T's Motion fails because Nextel's Notice, on its face, states a cause of action upon which relief could be granted.

**ISSUE 2:** Should this Docket be closed?

**RECOMMENDATION:** No. If the Commission approves staff's recommendation in Issue 1, this Docket should be held open pending further proceedings. (TEITZMAN)

<u>STAFF ANALYSIS</u>: If the Commission approves staff's recommendation in Issue 1, this Docket should be held open pending further proceedings.<sup>8</sup>

<sup>&</sup>lt;sup>8</sup> Staff notes that because Nextel seeks to adopt the existing Sprint ICA, the procedure and ultimate resolution of this docket may rely heavily on the outcome of the Sprint – AT&T Arbitration in Docket No. 070249-TP. Pursuant to Order No. PSC-07-0680-FOF-TP, issued August 21, 2007, the Commission granted AT&T's Motion to Dismiss Sprint's Petition for Arbitration in that proceeding. However, on August 9, 2007, Sprint filed its Motion for Leave to File Amended Petition. As of the filing of this recommendation, that Motion remains a pending matter.

#### **VOTE SHEET**

#### **September 25, 2007**

**Docket No. 070368-TP** – Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by NPCR, Inc. d/b/a Nextel Partners.

**Docket No. 070369-TP** – Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by Nextel South Corp. and Nextel West Corp.

<u>Issue 1:</u> Should the Commission grant AT&T's Motion to Dismiss?

Recommendation: No. Staff recommends that AT&T's Motion to Dismiss be denied, because Nextel's Notice of Adoption does state a cause of action upon which relief may be granted.

# **APPROVED**

COMMISSIONERS ASSIGNED: All Commissioners

### **COMMISSIONERS' SIGNATURES**

<b>MAJORITY</b>	<b>DISSENTING</b>
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REMARKS/DISSENTING COMMENTS:	

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Vote Sheet

September 25, 2007

Docket No. 070368-TP — Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by NPCR, Inc. d/b/a Nextel Partners.

Docket No. 070369-TP – Notice of adoption of existing interconnection agreement between BellSouth Telecommunications, Inc. d/b/a AT&T Florida d/b/a AT&T Southeast and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P., by Nextel South Corp. and Nextel West Corp.

(Continued from previous page)

**Issue 2:** Should this Docket be closed?

**Recommendation:** No. If the Commission approves staff's recommendation in Issue 1, this Docket should be held open pending further proceedings.

# **APPROVED**

# **EXHIBIT MGF-3**



#### VIA ELECTRONIC MAIL & FedEx DELIVERY

August 21, 2007

Bob Edgerly Nextel Communications, Inc. 2001 Edmund Halley Dr. Reston, VA 20191

James C. Kite II 6330 Sprint Parkway Mail Stop KSOPHA0310-3B370 Overland Park, KS 66251 Jim.C.Kite@sprint.com

RE: CMRS Interconnection Agreement between Nextel South Corporation and BellSouth Telecommunications, Inc. d/b/a AT&T in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee, effective on June 14, 2001.

Dear Mr. Edgerly and Mr. Kite:

As you know, the term of our interconnection agreement expired on June 13, 2003. This letter will serve as your official notice, specific to Section III that AT&T intends to terminate its existing interconnection agreement with Nextel South Corporation in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee.

In addition, please be advised that AT&T is hereby establishing a negotiations window with Nextel South Corporation, as of the date of this letter, pursuant to Section 252(b)(1) of the Telecommunications Act of 1996, by formally requesting that Nextel South Corporation negotiate a Cellular/PCS Interconnection Agreement with AT&T for the above referenced states.

Thank you for your prompt attention. I will be the contact for all correspondence concerning this matter and can be reached at the number listed above.

Sincerely,

Randy Ham

Randy Ham Assistant Director

# **EXHIBIT MGF-4**



#### VIA ELECTRONIC MAIL & FedEx DELIVERY

August 21, 2007

Brent G. Eilefson Nextel Partners 10120 West 76th Street Eden Prairie, MN 55344

James C. Kite II 6330 Sprint Parkway Mail Stop KSOPHA0310-3B370 Overland Park, KS 66251 Jim.C.Kite@sprint.com

RE: CMRS Interconnection Agreement between NPCR, Inc. d/b/a Nextel Partners and BellSouth Telecommunications, Inc. d/b/a AT&T in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee, effective on June 14, 2001.

Dear Mr. Eilefson and Mr. Kite:

As you know, the term of our interconnection agreement expired on June 13, 2003. This letter will serve as your official notice, specific to Section III that AT&T intends to terminate its existing interconnection agreement with Nextel Partners in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee.

In addition, please be advised that AT&T is hereby establishing a negotiations window with Nextel Partners, as of the date of this letter, pursuant to Section 252(b)(1) of the Telecommunications Act of 1996, by formally requesting that Nextel Partners negotiate a Cellular/PCS Interconnection Agreement with AT&T for the above referenced states.

Thank you for your prompt attention. I will be the contact for all correspondence concerning this matter and can be reached at the number listed above.

Sincerely,

Randy Ham

Randy Ham Assistant Director

# **EXHIBIT MGF-5**



#### **Sprint Nextel**

6330 Sprint Parkway, KSOPHA0310-3B370 Overland Park, KS 66251 Office: (913) 762-4281 Fax: (913) 762-0117 James C. (Jim) Kite II
Interconnection Solutions

#### **VIA ELECTRONIC MAIL& OVERNIGHT COURIER**

August 27, 2007

Mr. Randy Ham Assistant Director AT&T 8<sup>th</sup> Floor 600 North 19<sup>th</sup> Street Birmingham, AL 35203

RE: CMRS Interconnection Agreement between Nextel South Corporation and BellSouth Telecommunications, Inc. d/b/a AT&T in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee, effective on June 14, 2001.

#### Dear Randy:

I am writing in response to your August 21, 2007 letter addressed to Bob Edgerly and me regarding the above referenced matter. Your letter claims to:

- a) provide "official notice, specific to Section III that AT&T intends to terminate its existing interconnection agreement with Nextel South Corporation in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee"; and,
- b) advise that "AT&T is hereby establishing a negotiations window with Nextel South Corporation, as of the date of this letter, pursuant to Section 252(b)(1) of the Telecommunications Act of 1996, by formally requesting that Nextel South Corporation negotiate a Cellular/PCS Interconnection Agreement with AT&T for the above referenced states."

This response is to inform you that any and all notices provided in your August 21, 2007 letter are defective and without effect because they were not provided pursuant to any current interconnection agreement between Nextel South Corporation and BellSouth Telecommunications, Inc. d/b/a AT&T ("AT&T"). As you know, pursuant to the attached May 18, 2007 letter from Mark Felton, in which you were a named addressee and are a confirmed recipient, Nextel South Corporation and Nextel West Corporation (collectively "Nextel") already has exercised its right to adopt the Interconnection Agreement by and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001 ("Sprint ICA") as amended, filed and approved in each of the nine legacy BellSouth states, including each of the states mentioned in your August 21, 2007 letter. On page 3 of the May 18<sup>th</sup> letter, Nextel already has provided whatever notice may be deemed necessary pursuant to the former Nextel – AT&T agreements to terminate those agreements in a given state upon acknowledgment by such state's commission that Nextel has adopted the Sprint ICA.

We recognize that AT&T disputes Nextel's right to adopt the Sprint ICA. However, as you also know, Nextel's position is that Nextel's adoption of the Sprint ICA in each of the states mentioned in your letter became effective on May 18, 2007 and, therefore, the Sprint ICA is the current interconnection agreement in effect between the parties.

Re: CMRS ICA Between Nextel South & BellSouth Telecommunications

Finally, as you are also aware, the term of the Sprint ICA is the subject of arbitration proceedings in all nine legacy BellSouth states. Until arbitration of the dispute regarding the term is finished, the Sprint ICA remains in effect and is not subject to notice of termination pursuant to its terms. Similarly, it is not consistent with the terms of the Sprint ICA to open a negotiations window while an arbitration is ongoing.

Please feel free to contact me at 913-762-4281 if you would like to discuss or if you have questions regarding this response.

Sincerely.

James C. Kite II

#### **Enclosures**

CC: Mr. Joseph M. Chiarelli, Counsel for Nextel

Mr. William R. Atkinson, Counsel for Nextel

Mr. Keith Kassien, Interconnection Solutions



Sprint Nextel Access Solutions
Mailstop KSOPHA0310-3B372
6330 Sprint Parkway
Overland Park, KS 66251
Office: (913) 762-4133 Fax: (913) 523-0608

Mark G. Felton
Interconnection Solutions

May 18, 2007

Mark.G.Felton@sprint.com

## **Electronic and Overnight Mail**

Ms. Kay Lyon, Lead Negotiator AT&T Wholesale 4 AT&T Plaza, 311 S. Akard Room 2040.03 Dallas, Texas 75202

Mr. Randy Ham, Assistant Director AT&T Wholesale 8th Floor 600 North 19th Street Birmingham, Alabama 35203

Ms. Lynn Allen-Flood AT&T Wholesale - Contract Negotiations 675 W. Peachtree St. N.E. 34S91 Atlanta, GA 30375

Re: Nextel South Corp. and Nextel West Corp. (collectively "Nextel") adoption of "Interconnection Agreement By and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001.

Dear Kay, Randy and Lynn:

The purpose of this letter is to notify BellSouth Telecommunications, Inc., d/b/a AT&T Southeast ("AT&T") that Nextel South Corp. and Nextel West Corp. (collectively "Nextel") is exercising its right to adopt the "Interconnection Agreement By and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001 ("Sprint ICA") as amended, filed and approved in each of the 9-legacy BellSouth states<sup>1</sup>. Nextel is exercising its right

<sup>&</sup>lt;sup>1</sup> For the purposes of this letter, the 9 legacy BellSouth states means: Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee.

Ms. Kay Lyon, Mr. Randy Ham and Ms. Lynn Allen-Flood May 18, 2007 Page 2

pursuant to the FCC approved Merger Commitment Nos. 1 and 2 under "Reducing Transaction Costs Associated with Interconnection Agreements" as ordered by ("Merger Commitments") in the BellSouth – AT&T merger, WC Docket No. 06-74<sup>2</sup>, and 47 U.S.C. § 252(i).

The Nextel entities are wholly owned subsidiaries of Sprint Nextel Corporation, as are Sprint Communications Company L.P. ("Sprint CLEC") and Sprint Spectrum L.P. ("Sprint PCS"). Although neither Nextel nor Sprint CLEC consider it either necessary or required by law, to avoid any potential delay regarding the exercise of Nextel's right to adopt the Sprint ICA, Sprint CLEC stands ready, willing and able to also execute the Sprint ICA as adopted by Nextel in order to expeditiously implement Nextel's adoption.

As AT&T is aware, all relevant state-specific differences among the 9 legacy BellSouth states are already contained within the Sprint ICA. Since the same state-specific terms are applicable to Nextel on a state by state basis, there are no "state-specific pricing and performance plans and technical feasibility" issues to prevent AT&T from immediately making the Sprint ICA available within each applicable state to Nextel pursuant to Merger Commitment No. 1. Likewise, since the Sprint ICA is already TRRO compliant and has an otherwise effective change of law provision, there is no issue to prevent AT&T from also making the Sprint ICA available to Nextel in each applicable state pursuant to Merger Commitment No. 2.

The AT&T/BellSouth ILECs shall make available to any requesting telecommunications carrier any entire effective interconnection agreement, whether negotiated or arbitrated that an AT&T/BellSouth ILEC entered into in any state in the AT&T/BellSouth 22-state ILEC operating territory, subject to state-specific pricing and performance plans and technical feasibility, and provided, further, that an AT&T/BellSouth ILEC shall not be obligated to provide pursuant to this commitment any interconnection arrangement or UNE unless it is feasible to provide, given the technical, network, and OSS attributes and limitations in, and is consistent with the laws and regulatory requirements of, the state for which the request is made." (Emphasis added).

Merger Commitment No. 2 states:

The AT&T/BellSouth ILECs shall not refuse a request by a telecommunications carrier to opt into an agreement on the aground that the agreement has not been amended to reflect changes of law, provided the requesting telecommunications carrier agrees to negotiate in good faith an amendment regarding such change of law immediately after it has opted into the agreement.

<sup>&</sup>lt;sup>2</sup> Merger Commitment No. 1 states:

Ms. Kay Lyon, Mr. Randy Ham and Ms. Lynn Allen-Flood May 18, 2007 Page 3

Enclosed are Nextel's completed AT&T forms with respect to Merger Commitment Nos. 1 and 2, with any language within such forms stricken to the extent such language is not contained within the Merger Commitments.

Also enclosed for AT&T's execution are two copies of an adoption document to implement Nextel's adoption of the Sprint ICA. Please sign and return both executed documents for receipt by me no later than Tuesday, May 29, 2007. Upon receipt I will have both documents executed on behalf of Nextel and return one fully executed adoption document to you. I will also cause to be filed with each of the 9 state commissions a copy of the fully executed adoption document along with a copy of the current 1,169 page Sprint ICA, as amended, which I will print off from your website at:

http://cpr.bellsouth.com/clec/docs/all\_states/800aa291.pdf

To the extent notice may be deemed necessary pursuant to the existing interconnection agreements between Nextel and AT&T, please also consider this letter as Nextel's conditional notice to terminate the existing interconnection agreements between Nextel and AT&T in a given state upon acknowledgement by such state's commission that Nextel has adopted the Sprint ICA. Upon such acknowledgement, the existing interconnection agreement between Nextel and BellSouth Telecommunications, Inc. will then be considered terminated and superseded by the adopted Sprint ICA.

Should AT&T have any questions regarding Nextel's adoption of the Sprint ICA, please do not hesitate to call.

Thank you in advance for your prompt attention to this matter.

Mark J. Felt

Mark G. Felton

Enclosures

CC:

Mr. Joseph M. Chiarelli, Counsel for Nextel Mr. William R. Atkinson, Counsel for Nextel

Mr. Jim Kite, Interconnection Solutions

# **EXHIBIT MGF-6**



#### **Sprint Nextel**

6330 Sprint Parkway, KSOPHA0310-3B370 Overland Park, KS 66251

Office: (913) 762-4281 Fax: (913) 762-0117

James C. (Jim) Kite II Interconnection Solutions

#### **VIA ELECTRONIC MAIL& OVERNIGHT COURIER**

August 27, 2007

Mr. Randy Ham Assistant Director AT&T 8<sup>th</sup> Floor 600 North 19<sup>th</sup> Street Birmingham, AL 35203

RE: CMRS Interconnection Agreement between NPCR, Inc. d/b/a Nextel Partners and BellSouth Telecommunications, Inc. d/b/a AT&T in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee, effective on June 14, 2001.

#### Dear Randy:

I am writing in response to your August 21, 2007 letter addressed to Brent Eilefson and me regarding the above referenced matter. Your letter claims to:

- a) provide "official notice, specific to Section III that AT&T intends to terminate its existing interconnection agreement with Nextel Partners in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee"; and,
- b) advise that "AT&T is hereby establishing a negotiations window with Nextel Partners as of the date of this letter, pursuant to Section 252(b)(1) of the Telecommunications Act of 1996, by formally requesting that Nextel Partners negotiate a Cellular/PCS Interconnection Agreement with AT&T for the above referenced states."

This response is to inform you that any and all notices provided in your August 21, 2007 letter are defective and without effect because they were not provided pursuant to any current interconnection agreement between Nextel Partners and BellSouth Telecommunications, Inc. d/b/a AT&T ("AT&T"). As you know, pursuant to the attached May 18, 2007 letter from Mark Felton, in which you were a named addressee and are a confirmed recipient, Nextel Partners has already exercised its right to adopt the Interconnection Agreement by and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001 ("Sprint ICA") as amended, filed and approved in each of the nine legacy BellSouth states, including each of the states mentioned in your August 21, 2007 letter. On page 3 of the May 18<sup>th</sup> letter, Nextel Partners already has provided whatever notice may be deemed necessary pursuant to the former Nextel Partners – AT&T agreements to terminate those agreements in a given state upon acknowledgment by such state's commission that Nextel Partners has adopted the Sprint ICA.

We recognize that AT&T disputes Nextel Partners' right to adopt the Sprint ICA. However, as you also know, Nextel Partners' position is that Nextel Partners' adoption of the Sprint ICA in each of the states mentioned in your letter became effective on May 18, 2007 and, therefore, the Sprint ICA is the current interconnection agreement in effect between the parties.

Re: CMRS ICA Between Nextel Partners & BellSouth Telecommunications

Finally, as you are also aware, the term of the Sprint ICA is the subject of arbitration proceedings in all nine legacy BellSouth states. Until arbitration of the dispute regarding the term is finished, the Sprint ICA remains in effect and is not subject to notice of termination pursuant to its terms. Similarly, it is not consistent with the terms of the Sprint ICA to open a negotiations window while an arbitration is ongoing.

Please feel free to contact me at 913-762-4281 if you would like to discuss or if you have questions regarding this response.

Sincerely.

James C. Kite II

#### **Enclosures**

CC: Mr. Joseph M. Chiarelli, Counsel for Nextel Partners

Mr. William R. Atkinson, Counsel for Nextel Partners

Mr. Keith Kassien, Interconnection Solutions



Sprint Nextel Access Solutions
Mallstop KSOPHA0310-3B372
6330 Sprint Parkway
Overland Park, KS 66251
Office: (913) 762-4133 Fax: (913) 523-0608

Mark.G.Felton@sprint.com

Mark G. Felton
Interconnection Solutions

May 18, 2007

## **Electronic and Overnight Mail**

Ms. Kay Lyon, Lead Negotiator AT&T Wholesale 4 AT&T Plaza, 311 S. Akard Room 2040.03 Dallas, Texas 75202

Mr. Randy Ham, Assistant Director AT&T Wholesale 8th Floor 600 North 19th Street Birmingham, Alabama 35203

Ms. Lynn Allen-Flood AT&T Wholesale – Contract Negotiations 675 W. Peachtree St. N.E. 34S91 Atlanta, GA 30375

NPCR, Inc. d/b/a Nextel Partners adoption of "Interconnection Agreement By and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001.

Dear Kay, Randy and Lynn:

Re:

The purpose of this letter is to notify BellSouth Telecommunications, Inc., d/b/a AT&T Southeast ("AT&T") that NPCR, Inc. d/b/a Nextel Partners ("Nextel Partners') is exercising its right to adopt the "Interconnection Agreement By and Between BellSouth Telecommunications, Inc. and Sprint Communications Company Limited Partnership, Sprint Communications Company L.P., Sprint Spectrum L.P." dated January 1, 2001 ("Sprint ICA") as amended, filed and approved in each of the 9-legacy BellSouth states¹. Nextel Partners is exercising its right pursuant to the

<sup>&</sup>lt;sup>1</sup> For the purposes of this letter, the 9 legacy BellSouth states means: Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee.

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FCC approved Merger Commitment Nos. 1 and 2 under "Reducing Transaction Costs Associated with Interconnection Agreements" as ordered by ("Merger Commitments") in the BellSouth – AT&T merger, WC Docket No.  $06-74^2$ , and 47 U.S.C. § 252(i).

Nextel Partners is a wholly owned subsidiary of Sprint Nextel Corporation, as are Sprint Communications Company L.P. ("Sprint CLEC") and Sprint Spectrum L.P. ("Sprint PCS"). Although neither Nextel Partners nor Sprint CLEC consider it either necessary or required by law, to avoid any potential delay regarding the exercise of Nextel Partner's right to adopt the Sprint ICA, Sprint CLEC stands ready, willing and able to also execute the Sprint ICA as adopted by Nextel Partners in order to expeditiously implement Nextel Partners' adoption.

As AT&T is aware, all relevant state-specific differences among the 9 legacy BellSouth states are already contained within the Sprint ICA. Since the same state-specific terms are applicable to Nextel Partners on a state by state basis, there are no "state-specific pricing and performance plans and technical feasibility" issues to prevent AT&T from immediately making the Sprint ICA available within each applicable state to Nextel Partners pursuant to Merger Commitment No. 1. Likewise, since the Sprint ICA is already TRRO compliant and has an otherwise effective change of law provision, there is no issue to prevent AT&T from also making the Sprint ICA available to Nextel Partners in each applicable state pursuant to Merger Commitment No. 2.

The AT&T/BellSouth ILECs shall make available to any requesting telecommunications carrier any entire effective interconnection agreement, whether negotiated or arbitrated that an AT&T/BellSouth ILEC entered into in any state in the AT&T/BellSouth 22-state ILEC operating territory, subject to state-specific pricing and performance plans and technical feasibility, and provided, further, that an AT&T/BellSouth ILEC shall not be obligated to provide pursuant to this commitment any interconnection arrangement or UNE unless it is feasible to provide, given the technical, network, and OSS attributes and limitations in, and is consistent with the laws and regulatory requirements of, the state for which the request is made." (Emphasis added).

#### Merger Commitment No. 2 states:

The AT&T/BellSouth ILECs shall not refuse a request by a telecommunications carrier to opt into an agreement on the aground that the agreement has not been amended to reflect changes of law, provided the requesting telecommunications carrier agrees to negotiate in good faith an amendment regarding such change of law immediately after it has opted into the agreement.

<sup>&</sup>lt;sup>2</sup> Merger Commitment No. 1 states:

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Enclosed are Nextel Partners' completed AT&T forms with respect to Merger Commitment Nos. 1 and 2, with any language within such forms stricken to the extent such language is not contained within the Merger Commitments.

Also enclosed for AT&T's execution are two copies of an adoption document to implement Nextel Partner's adoption of the Sprint ICA. Please sign and return both executed documents for receipt by me no later than Tuesday, May 29, 2007. Upon receipt I will have both documents executed on behalf of Nextel Partners and return one fully executed adoption document to you. I will also cause to be filed with each of the 9 state commissions a copy of the fully executed adoption document along with a copy of the current 1,169 page Sprint ICA, as amended, which I will print off from your website at:

## http://cpr.bellsouth.com/clec/docs/all states/800aa291.pdf

To the extent notice may be deemed necessary pursuant to the existing interconnection agreements between Nextel Partners and AT&T, please also consider this letter as Nextel Partners' conditional notice to terminate the existing interconnection agreements between Nextel Partners and AT&T in a given state upon acknowledgement by such state's commission that Nextel Partners has adopted the Sprint ICA. Upon such acknowledgement, the existing interconnection agreement between Nextel Partners and BellSouth Telecommunications, Inc. will then be considered terminated and superseded by the adopted Sprint ICA.

Should AT&T have any questions regarding Nextel Partners' adoption of the Sprint ICA, please do not hesitate to call.

Thank you in advance for your prompt attention to this matter.

Mark J. Jelle

Mark G. Felton

#### **Enclosures**

CC:

Mr. Joseph M. Chiarelli, Counsel for Nextel Partners Mr. William R. Atkinson, Counsel for Nextel Partners

Mr. Jim Kite, Interconnection Solutions